ERBUD S.A.

Condensed Separate Financial Statements for three quarters of 2015

Financial Statements for the period of 9-month ended 30 September 2015 (in PLN '000)

Balance Sheet

ASSETS

		30.09. 2015	30.06.2015	31.12.2014	30.09. 2014
A.	**Fixed assets**	**197 126**	**205 852**	**198 936**	**192 547**
I.	**Intangible fixed assets**	**113**	**156**	**252**	**330**
1.	Costs of completed development works	0	0	0	0
2.	Goodwill	0	0	0	0
3.	Other intangibles	113	156	252	330
4.	Advances for intangibles	0	0	0	0
II.	**Tangible fixed assets**	**8 036**	**7 968**	**6 986**	**6 242**
1.	Fixed assets	6 773	6 808	6 394	6 038
a)	Land (incl. perpetual usufruct)	0	0	0	0
b)	Buildings, premises and civil and water engineering structures	3 160	3 185	3 234	3 259
c)	Plant and equipment	124	120	64	59
d)	Means of transport	3 299	3 319	2 890	2 467
e)	Other tangible fixed assets	190	184	206	253
2.	Fixed assets under construction	1 263	1 160	592	204
3.	Prepaid tangible fixed assets under construction	0	0	0	0
III.	**Long-term receivables**	**0**	**0**	**0**	**0**
1.	From related parties	0	0	0	0
2.	From other entities	0	0	0	0
IV.	**Long-term investments**	**168 185**	**177 020**	**165 885**	**166 907**
1.	Real property	232	232	359	479
2.	Intangibles	0	0	0	0
3.	Non-current financial assets	167 953	176 788	165 526	166 428
a)	In related parties, incl.:	167 190	176 025	164 763	165 666
–	shares or stocks	136 731	136 731	136 731	136 731
–	other securities	0	0	0	0
–	loans granted	30 459	39 294	28 032	28 935
–	other non-current financial assets	0	0	0	0
b)	In other entities, incl.:	763	763	763	762
–	shares / stocks	5	5	5	5
–	other securities	0	0	0	0
–	loans granted	0	0	0	0
–	other non-current financial assets	758	758	758	757
4.	Other long-term investments	0	0	0	0
V.	**Long-term prepayments**	**20 792**	**20 708**	**25 813**	**19 068**
1.	Deferred tax assets	20 792	20 708	25 813	19 068
2.	Other prepayments	0	0	0	0

		30.09. 2015	30.06.2015	31.12.2014	30.09. 2014
B.	**Current assets**	**510 008**	**547 177**	**597 485**	**499 595**
I.	**Inventory**	**133**	**0**	**847**	**630**
1.	Materials	0	0	217	0
2.	Semi-products and unfinished products	0	0	630	630
3.	Finished products	0	0	0	0
4.	Goods	133	0	0	0
5.	Advances for deliveries	0	0	0	0
II.	**Short-term accounts receivable**	**301 319**	**371 863**	**302 405**	**336 208**
1.	From related parties	8 038	8 764	18 440	15 740
a)	Deliveries and services, with maturity	5 938	6 088	16 326	13 581
–	up to 12 months	5 938	6 088	16 326	13 581
–	over 12 months	0	0	0	0
b)	Other	2 100	2 676	2 114	2 159
2.	Receivables from other entities	293 281	363 099	283 965	320 468
a)	Deliveries and services, with maturity	272 899	351 601	254 833	300 429
–	up to 12 months	257 009	338 412	244 109	287 859
–	over 12 months	15 890	13 189	10 724	12 570
b)	Tax, subsidies, duty, social security, health care and other benefits	11 554	2 299	20 201	10 464
c)	Other	8 828	9 199	8 931	9 575
d)	Receivables claimed at court	0	0	0	0
III.	**Short-term financial assets**	**76 131**	**81 646**	**123 450**	**26 894**
1.	Current financial assets	76 131	81 646	123 450	26 894
a)	In related parties, incl.:	0	0	709	161
–	Shares or stocks	0	0	0	0
–	Other securities	0	0	0	0
–	Loans granted	0	0	709	161
–	Other current investments	0	0	0	0
b)	In other entities, incl.:	142	911	0	0
–	Shares or stocks	0	0	0	0
–	Other securities	0	0	0	0
–	Loans granted	0	0	0	0
–	Other current financial assets	142	911	0	0
c)	Cash and cash equivalents	75 989	80 735	122 741	26 733
–	Cash at bank and in hand	66 772	68 085	109 778	12 981
–	Other cash	9 217	12 650	12 963	13 752
–	Other financial assets	0	0	0	0
2.	Other current financial investments	0	0	0	0
IV.	**Short-term prepayments**	**132 425**	**93 668**	**170 783**	**135 863**
	TOTAL ASSETS	**707 134**	**753 029**	**796 421**	**692 142**

LIABILITIES

		30.09. 2015	30.06.2015	31.12.2014	30.09. 2014
A.	**Equity**	**252 346**	**248 918**	**247 259**	**245 891**
I.	**Share capital**	1 276	1 276	1 276	1 271
II.	**Called-up share capital not paid (negative value)**	0	0	0	0
III.	**Treasury shares (negative value)**	0	0	0	0
IV.	**Capital reserves**	240 768	240 768	234 804	234 377
V.	**Revaluation capital**	115	739	-1 066	0
VI.	**Other capital reserves**	0	0	0	0
VII.	**Retained profit / accumulated loss brought forward**	0	0	0	0
VIII.	**Net profit (loss)**	10 187	6 135	12 245	10 243
IX.	**Write-offs from net profit for the financial year (negative value)**	0	0	0	0
B.	**Liabilities and provisions for liabilities**	**454 788**	**504 111**	**549 162**	**446 251**
I.	**Provisions for liabilities**	**40 786**	**29 542**	**43 345**	**35 655**
1.	Deferred income tax provision	20 806	14 162	28 747	22 080
2.	Provision for retirement and related benefits	4 520	4 520	4 077	3 458
–	Non-current	796	796	542	664
–	Current	3 724	3 724	3 535	2 794
3.	Other provisions	15 460	10 860	10 521	10 117
–	Non-current	0	0	0	0
–	Current	15 460	10 860	10 521	10 117
II.	**Long-term liabilities**	**53 390**	**53 390**	**53 065**	**52 451**
1.	To related parties	0	0	0	0
2.	To other entities	53 390	53 390	53 065	52 451
a)	Loans and borrowings	0	0	0	0
b)	Issuance of debt securities	52 000	52 000	52 000	52 000
c)	Other financial liabilities	1 390	1 390	1 065	451
d)	Other	0	0	0	0
III.	**Short-term liabilities**	**295 776**	**348 431**	**419 046**	**306 984**
1.	To related parties	12 447	41 409	15 859	15 332
a)	Deliveries and services, with maturity:	12 447	41 409	15 859	15 332
–	up to 12 months	12 234	41 196	15 646	14 645
–	over 12 months	213	213	213	687
b)	Other	0	0	0	0
2.	To other entities	283 329	307 022	403 187	291 652
a)	Loans and borrowings	0	0	0	25 510
b)	Issuance of debt securities	0	0	0	0
c)	Other financial liabilities	957	1 692	2 836	1 342
d)	Deliveries and services, with maturity :	258 243	269 061	371 301	245 985
–	up to 12 months	250 025	262 569	365 022	242 986
–	over 12 months	8 218	6 492	6 279	2 999
e)	Advances for deliveries	13 881	12 766	22 749	13 198
f)	Bills	0	0	0	0
g)	Taxes, customs, social insurance and other benefits	6 691	13 738	3 113	2 824
h)	Payroll	2 656	2 909	2 157	1 968
i)	Other	901	6 856	1 031	825
3.	Special funds	0	0	0	0
IV.	**Accruals**	**64 836**	**72 748**	**33 706**	**51 161**
1.	Other accruals	64 836	72 748	33 706	51 161
	TOTAL LIABILITIES	**707 134**	**753 029**	**796 421**	**692 142**

Calculation of book value per share

	30.09. 2015	30.06.2015	31.12.2014	30.09. 2014
Book value (in PLN '000)	252 346	248 918	247 259	245 891
Number of shares	12 761 925	12 761 925	12 761 925	12 714 546
Book value per share	19.77	19.50	19.37	19.34

PROFIT AND LOSS STATEMENT

	Quarter to 30.09.2015	Year to 30.09.2015	Quarter to 30.09.2014	Year to 30.09.2014
Income from sales of products, goods and materials, incl.:	**295 905**	**855 004**	**296 939**	**798 024**
- from related parties	1 506	2 475	1 731	2 568
Net revenues on sales of products	295 905	855 004	296 939	798 024
Net revenues on sales of goods and materials	0	0	0	0
Cost of sold products, goods and materials, incl.:	**272 958**	**799 482**	**287 222**	**760 523**
- to related parties	24 388	91 268	19 157	50 663
Cost of manufacturing products sold	272 958	799 482	287 222	760 523
Cost of manufacturing goods and materials sold	0	0	0	0
Profit (loss) on sales before taxes	**22 947**	**55 522**	**9 717**	**37 501**
Selling costs	0	0	0	0
General and administrative expenses	10 587	30 732	6 909	23 807
Profit (loss) on sales	**12 360**	**24 790**	**2 808**	**13 694**
Other operating income	**-732**	**1 969**	**1 186**	**2 544**
Gain on disposal of non-financial fixed assets	44	1 051	761	1 252
Subsidies and donations	0	0	0	0
Other operating income	-776	918	425	1 292
Other operating expenses	**5 853**	**12 000**	**693**	**3 419**
Loss on disposal of non-financial fixed assets	0	0	0	0
Revaluation of non-financial assets	0	0	0	0
Other operating expenses	5 853	12 000	693	3 419
Profit (loss) on operating activity	**5 775**	**14 759**	**3 301**	**12 819**
Financial income	**1 184**	**3 373**	**585**	**5 557**
Dividends and shares in profit	135	711	0	3 497
- from related parties	135	711	0	3 497
Interests	454	1 745	326	1 620
- from related parties	422	1 111	231	1 144
Gain on sale of investments	0	0	0	0
Investment revaluation	0	0	0	0
Other	595	917	259	440
Financial expenses	**1 459**	**4 245**	**2 523**	**5 898**
Interests	605	2 460	1 842	4 066
- to related parties	0	0	0	0
Loss on disposal of investments	0	0	0	0
Investment revaluation	0	0	0	0
Other	854	1 785	681	1 832
Profit (loss) on economic activity	**5 500**	**13 887**	**1 363**	**12 478**
Result on extraordinary items	**0**	**0**	**0**	**0**
Extraordinary gains	0	0	0	0
Extraordinary losses	0	0	0	0
Profit (loss) before taxes	**5 500**	**13 887**	**1 363**	**12 478**
Income tax	1 448	3 700	-558	2 235
Other mandatory profit decrease (loss increase)	0	0	0	0
Net profit (loss)	**4 052**	**10 187**	**1 921**	**10 243**
Net earnings (loss) per share				
Weighted average number of ordinary shares / Diluted weighted average number of ordinary shares (in units)		**12 761 925 / 12 794 073**		**12 714 546/ 12 745 377**
Earnings (loss) per ordinary share / Diluted earnings (loss) per share (in PLN)		**0.7982 / 0.7962**	**0.1510 / 0.1507**	**0.8056 / 0.8037**

STATEMENT OF CASH FLOW

	Quarter to 30.09.2015	Year to 30.09.2015	Quarter to 30.09.2014	Year to 30.09.2014
Net profit (loss)	**4 052**	**10 187**	**1 921**	**10 243**
Total adjustments	**-8 999**	**-43 861**	**-33 024**	**-66 328**
Depreciation and amortization	225	1 363	198	1 217
Gains / losses from foreign exchange differences	163	90	-224	303
Interest and share in profit (dividends)	-75	-1	1 653	-257
Profit / loss on investment activities	-44	-1 051	-761	-1 252
Change in provisions	11 244	-2 560	-265	-2 047
Change in inventory	-133	714	0	1 883
Change in accounts receivable	72 104	4 465	-42 385	-115 853
Change in short-term liabilities, net of loans and borrowings	-45 540	-121 390	29 233	52 250
Change in prepayments and accruals	-46 753	74 509	-20 541	-2 847
Other adjustments	-190	0	68	275
Net cash flow from operating activities	**-4 947**	**-33 674**	**-31 103**	**-56 085**
Cash flow from investing activities				
Inflows	**9 863**	**14 146**	**1 165**	**15 366**
Disposal of intangible and tangible fixed assets	44	217	12	263
Disposal of investment property and intangible fixed assets	0	973	0	0
From financial assets, incl.:	9 819	12 956	1 153	15 102
a) In related parties	9 272	12 331	1 084	14 814
- disposal of financial assets	0	0	0	0
- dividends and share in profits	711	711	658	3 497
- repayment of long-term borrowings	4 819	6 689	0	8 791
- interest	3 742	4 931	426	2 526
- other income from financial assets	0	0	0	0
b) In other entities	547	625	69	288
- disposal of financial assets	0	0	0	0
- dividends and share in profits	0	0	0	0
- repayment of long-term borrowings	0	0	0	0
- interest	547	625	69	288
- other income from financial assets	0	0	0	0
Other investment inflow	0	0	0	0
Outflows	**1 937**	**17 114**	**1 233**	**1 371**
Acquisition of tangible and intangible fixed assets	1 302	1 747	233	371
Investment property and intangible fixed assets	0	0	0	0
Financial assets, incl.	635	15 367	1 000	1 000
a) In related parties	635	15 367	1 000	1 000
- acquisition of financial assets	0	0	0	0
- loans granted	635	15 367	1 000	1 000
b) In other entities	0	0	0	0
- acquisition of financial assets	0	0	0	0
- long-term borrowings granted	0	0	0	0
Other investing outflow	0	0	0	0
Net cash flow from investing activities	**7 926**	**-2 968**	**-68**	**13 994**

	Quarter to 30.09.2015	Year to 30.09.2015	Quarter to 30.09.2014	Year to 30.09.2014
Cash flow from financing activities				
Inflows	**0**	**0**	**25 510**	**34 905**
Net proceeds from issue of shares, other equity instruments and additional contributions to equity	0	0	0	0
Loans and borrowings	0	0	25 510	25 510
Issuance of debt securities	0	0	0	9 395
Other financing inflow	0	0	0	0
Outflows	**7 725**	**10 110**	**21 019**	**24 002**
Repurchase of treasury shares	0	0	0	0
Dividends and other distributions to shareholders	6 381	6 381	8 900	8 900
Profit distribution other than distributions to shareholders	0	0	0	0
Repayment of loans and borrowings	0	0	0	6
Redemption of debt securities	0	0	10 000	10 000
Other financial liabilities	0	0	0	0
Finance lease liabilities	0	549	0	385
Interest	1 344	3 180	2 119	4 711
Other financing cash outflow	0	0	0	0
Net cash flow from financing activities	**-7 725**	**-10 110**	**4 491**	**10 903**
Total net cash flow	**-4 746**	**-46 752**	**-26 680**	**-31 187**
Balance-sheet change in cash, incl.:	**-4 746**	**-46 752**	**-26 680**	**-31 187**
- change in cash due to foreign exchange differences	0	0	0	0
Cash at the beginning of the period	**80 735**	**122 741**	**53 413**	**57 920**
Cash at the end of the period, incl.:	**75 989**	**75 989**	**26 733**	**26 733**
- restricted cash	0	9 217	0	13 752

RECONCILIATION OF MOVEMENTS IN EQUITY

	Quarter to 30.09.2015	Year to 30.09.2015	Quarter to 30.09.2014	Year to 30.09.2014
I. Equity at the beginning of the period	**248 918**	**247 259**	**244 341**	**244 341**
- Changes in accounting principles (policies) adopted	0	0	0	0
- Basic errors adjustment	0	0	0	0
I.a. Equity at the beginning of the period , after reconciliation to comparable data	**248 918**	**247 259**	**244 341**	**244 341**
1. Share capital at the beginning of the period	**1 276**	**1 276**	**1 271**	**1 271**
1.1. Change in share capital	**0**	**0**	**5**	**0**
a) Increase	0	0	5	0
- Issue of Series "I" Shares	0	0	5	0
- Issue of Series "H" Shares	0	0	0	0
b) Decrease	0	0	0	0
- redemption of shares/stocks	0	0	0	0
1.2. Share capital at the end of the period	**1 276**	**1 276**	**1 276**	**1 271**
2. Called-up share capital not paid at the beginning of the period	**0**	**0**	**0**	**0**
2.1. Change in called-up share capital not paid	0	0	0	0
a) Increase	0	0	0	0
b) Decrease	0	0	0	0
2.2. Called-up share capital not paid at the end of the period	**0**	**0**	**0**	**0**
3. Treasury shares/stocks at the beginning of the period	**0**	**0**	**0**	**0**
a) Increase – repurchase of own shares	0	0	0	0
b) Decrease – disposal of own shares	0	0	0	0
3.1. Treasury shares/stocks at the end of the period	**0**	**0**	**0**	**0**
4. Capital reserves at the beginning of the period	**240 768**	**234 804**	**234 654**	**234 654**
4.1. Change in capital reserves	0	5 964	150	-277
a) Increase	0	5 964	634	8 623
- Capital reserves transfer	0	0	0	0
- Profit distribution	0	5 864	0	8 416
- Repurchase of own shares	0	0	0	0
- Profit on sales of own shares	0	0	0	0
- Issue of Series "I" Shares above their par value	0	0	516	0
- Manager options	0	100	118	207
b) Decrease	0	0	484	8 900
– Dividend payment	0	0	484	8 900
4.2. Capital reserves at the end of the period	**240 768**	**240 768**	**234 804**	**234 377**
5. Revaluation of capital reserves at the beginning of the period	**115**	**-1 066**	**0**	**0**
5.1. Change in revaluation of capital reserves	-624	1 181	-1 066	0
a) Increase	0	1 181	0	0
- Valuation of financial assets	0	1 181	0	0
b) Decrease	624	0	1 066	0
– Valuation of financial instruments held for sale	624	0	1 066	0
5.2. Capital reserves at the end of the period	**115**	**115**	**-1 066**	**0**
6. Other capital reserves at the beginning of the period	**0**	**0**	**0**	**0**
6.1. Change in other capital reserves	0	0	0	0
a) Increase	0	0	0	0
- resources reserved for the Staff Incentive Program	0	0	0	0
b) Decrease due to transfer to the capital reserves	0	0	0	0
6.2. Other capital reserves at the end of the period	**0**	**0**	**0**	**0**

	Quarter to 30.09.2015	Year to 30.09.2015	Quarter to 30.09.2014	Year to 30.09.2014
7. Accumulated loss/retained profit brought forward at the beginning of the period	**0**	**12 245**	**8 416**	**8 416**
7.1. Retained profit brought forward at the beginning of the period	0	12 245	8 416	0
- changes in accounting principles (policies)	0	0	0	0
- correction of basic errors	0	0	0	0
7.2. Retained profit brought forward at the beginning of the period, after adjustments	0	0	0	8 416
a) Increase	0	12 245	8 416	8 416
b) Decrease	0	0	0	0
- allocation of retained profit to capital reserve	0	12 245	8 416	8 416
- allocation of retained profit to dividend	0	5 864	0	0
- allocation of retained profit to cover losses from previous years	0	6 381	8 416	8 416
7.3. Retained profit brought forward at the end of the period	0	0	0	0
7.4. Accumulated loss brought forward at the beginning of the period	**0**	**0**	**0**	**0**
7. Accumulated loss/retained profit brought forward at the beginning of the period	**0**	**0**	**0**	**0**
- changes in accounting principles (policies)	0	0	0	0
- correction of basic errors	0	0	0	0
7.5. Accumulated loss brought forward at the beginning of the period, after adjustments	0	0	0	0
a) Increase	0	0	0	0
– presentation adjustments	0	0	0	0
b) Decrease	0	0	0	0
- allocation of retained profit to cover losses	0	0	0	0
7.6. Loss from previous years brought forward at the end of the period	**0**	**0**	**0**	**0**
7.7. Retained profit or accumulated loss brought forward at the end of the period	**0**	**0**	**0**	**0**
8. Net result	**4 052**	**10 186**	**12 245**	**10 243**
a) Net profit	4 052	10 186	12 245	10 243
b) Net loss	0	0	0	0
c) Write-offs from profit	0	0	0	0
II. Equity at the end of the period	**252 346**	**252 346**	**247 259**	**245 891**
III. Equity, after proposed distribution of profit (coverage of loss)	**252 346**	**252 346**	**247 259**	**245 891**

1. Policies adopted to prepare the report

1.1. Accounting principles applied

The Financial Statements of ERBUD SA for three quarters of 2015 and comparable data has been drawn up in accordance with accounting principles prevailing in Poland, described in the introduction to the Company's Financial Report for the year 2014.

KEY ITEMS CONVERTED TO THE EURO

	30.09.2015		30.09.2014	
	PLN	**EUR**	**PLN**	**EUR**
Fixed assets	197 126	46 507	192 547	46 114
Current assets	510 008	120 325	499 595	119 649
Shareholders' equity	252 346	59 535	245 891	58 889
Liabilities and provisions for liabilities	454 788	107 297	446 251	106 874

- Assets and liabilities items - at the average exchange rate as at 30 September 2015, i.e. 4.2386 PLN/EUR.
- Assets and liabilities items - at the average exchange rate as at 30 September 2014, i.e. 4.1755 PLN/EUR.

	9-month period ended 30.09.2015		9-month period ended 30.09.2014	
	PLN	**EUR**	**PLN**	**EUR**
Revenues from sales of products and services and of goods and materials	855 004	205 604	798 024	190 901
Cost of sold products and services and of goods and materials	799 482	192 252	760 523	181 930
Profit on sales before taxes	55 522	13 352	37 501	8 971
Profit on operating activities	14 759	3 549	12 819	3 067
Profit (loss) before taxes	13 887	3 339	12 478	2 985
Net profit (loss)	10 187	2 450	10 243	2 450

- Items of the profit or loss statement and cash flow for three quarters of 2015 - at the rate calculated as an arithmetic mean of the average exchange rates published by Polish National Bank on the last day of each month during the period from 1 January to 30 September 2015, i.e. 4.1585 PLN/EUR.

- Items of the profit or loss statement and cash flow for three quarters of 2014 - at the rate calculated as an arithmetic mean of the average exchange rates published by Polish National Bank on the last day of each month during the period from 1 January to 30 September 2014, i.e. 4.1803 PLN/EUR.

	9-month period ended 30.09.2015		9-month period ended 30.09.2014	
	PLN	**EUR**	**PLN**	**EUR**
Cash flow from operating activities	-33 674	-8 098	-56 085	-13 416
Cash flow from investing activities	-2 968	-714	13 994	3 348
Cash flow from financing activities	-10 110	-2 431	10 903	2 608
Net cash flow	-46 752	-11 243	-31 187	-7 460
Cash at the beginning of the period	122 741	28 797	57 920	13 966
Cash at the end of the period	75 989	18 273	26 733	6 402

Items of the cash flow for the period 1.01.2015 - 30.09.2015 were translated at the mid-rate which was calculated as an arithmetic mean of average rates prevailing as at the last day of each month during the said period, set by the NBP as at that day, i.e. 4.1585 PLN/EUR.

Items of the cash flow for the period 1.01.2014 - 30.09.2014 were translated at the mid-rate which was calculated as an arithmetic mean of average rates prevailing as at the last day of each month during the said period, set by the NBP as at that day, i.e. 4.1803 PLN/EUR.

In order to translate cash as of 1 January 2015, it was applied the exchange rate set by the NBP on that day, i.e. 4.2623 PLN/EUR.

In order to translate cash as of 1 January 2014, it was applied the exchange rate set by the NBP on that day, i.e. 4.1472 PLN/EUR.

In order to translate cash as of 30 September 2015, it was applied the exchange rate set by the NBP on that day, i.e. 4,2386 PLN/EUR.

In order to translate cash as of 30 September 2014, it was applied the exchange rate set by the NBP on that day, i.e. 4.1755 PLN/EUR.

EXPLANATORY NOTES

Note 1. Operating segments information

During the reporting period ended 30 September 2015 the Company has conducted operations under the following business segments:

- civil engineering - large volume construction
- road-engineering
- construction for power industry.

During the reporting period ended 30 September 2015 the Company has conducted operations in the following geographical segments:

- domestic
- abroad. (Belgium, Luxembourg).

The segmentation was made on classification basis of individual construction contracts. The Company applies a uniform accounting policy for all segments.

Business segments

The following table presents data on the revenues and profits of the Company's operating segments for the period from 1 January to 30 September 2015

Proceeds and expenses by business segments

For the period from 1 January to 30 September 2015	Large-volume construction	Road engineering	Services for the energy sector	Other	Total
Sale to external customers	778 847	3 973	72 184	0	855 004
Total income	**778 847**	**3 973**	**72 184**	**0**	**855 004**
Cost of products, goods and materials sold to external customers	724 804	4 123	70 554	**0**	799 482
Total cost of products, goods and materials sold	**724 804**	**4 123**	**70 554**	**0**	**799 482**
Total gross sales	**54 041**	**-150**	**1 630**	**0**	**55 522**
Cost of sales	0	0	0	0	**0**
General and administrative costs	29 049	190	814	678	**30 732**
Profit (loss) on other operating activity	-10 031	0	0	0	**-10 031**
Segment profit (loss)	**14 961**	**-340**	**816**	**-678**	**14 759**
Profit (loss) on financing activity	-872	0	0	0	**-872**
Income tax	3 497	0	203	0	**3 700**
Net profit	**10 592**	**-340**	**613**	**-678**	**10 187**

The following table presents data on the revenues and profits of the Company's operating segments for the period from 1 January to 30 September 2014

Proceeds and expenses by business segments

For the period from 1 January to 30 September 2014	Large-volume construction	Road engineering	Services for the energy sector	Other	Total
Sale to external customers	797 831	193	0	0	798 024
Total income	**797 831**	**193**	**0**	**0**	**798 024**
Cost of products, goods and materials sold to external customers	760 006	518	0	**0**	760 523
Total cost of products, goods and materials sold	**760 006**	**518**	**0**	**0**	**760 523**
Total gross sales	**37 826**	**-325**	**0**	**0**	**37 501**
Cost of sales	0	0	0	0	**0**
General and administrative costs	22 099	168	1 033	508	**23 807**
Profit (loss) on other operating activity	-875	0	0	0	**-875**

Segment profit (loss)	**14 852**	**-492**	**-1 033**	**-508**	**12 819**
Profit (loss) on financing activity	-341	0	0	0	**-341**
Income tax	2 235	0	0	0	**2 235**
Net profit	**12 276**	**-492**	**-1 033**	**-508**	**10 243**

Geographical segments

The following table present data on the revenues and profits of the Company's region segments for the period from 1 January to 30 September 2015

Proceeds and expenses by geographical segments

For the period from 1 January to 30 September 2015	**Domestic**	**Abroad**	**Total**
Sale to external customers	807 905	47 099	855 004
Total income	**807 905**	**47 099**	**855 004**
Cost of products, goods and materials sold to external customers	754 734	44 748	799 482
Total cost of products, goods and materials sold	**754 734**	**44 748**	**799 482**
Total gross sales	**53 171**	**2 351**	**55 522**
Cost of sales	0	0	**0**
General and administrative costs	29 332	1 399	**30 732**
Profit (loss) on other operating activity	-10 208	177	**-10 031**
Segment profit (loss)	**13 631**	**1 128**	**14 759**
Profit (loss) on financing activity	-1 028	156	**-872**
Income tax	3 358	342	**3 700**
Net profit	**9 245**	**942**	**10 187**

The following table present data on the revenues and profits of the Company's region segments for the period from 1 January to 30 September 2014

Proceeds and expenses by geographical segments

For the period from 1 January to 30 September 2014	**Domestic**	**Abroad**	**Total**
Sale to external customers	784 312	13 712	798 024
Total income	**784 312**	**13 712**	**798 024**
Cost of products, goods and materials sold to external customers	748 041	12 482	760 523
Total cost of products, goods and materials sold	**748 041**	**12 482**	**760 523**
Total gross sales	**36 271**	**1 230**	**37 501**
Cost of sales	0	0	**0**
General and administrative costs	22 467	1 340	**23 807**
Profit (loss) on other operating activity	-1 025	150	**-875**
Segment profit (loss)	**12 779**	**40**	**12 819**
Profit (loss) on financing activity	-3 050	2 709	**-341**
Income tax	2 235	0	**2 235**
Net profit	**7 494**	**2 749**	**10 243**

2. Description of factors and events, which had a significant impact on financial results achieved by ERBUD SA.

2.1. Changes in estimates

Construction contracts

In accordance with accounting principles accepted for valuation of the long-term building services, the Company applied a percentage method. Revenues, costs and profit were shown in proportion to the phase of works. To qualify the progress of works, it was used a method of proportional contract costs incurred for work performed to date in relation to the estimated contract costs.

Prepayments for construction contracts

	30.09.2015	31.12.2014	30.09.2013
Revenue surplus over partial invoices, by work progress	52 268	45 734	91 037
Costs surplus over expenses arising from the accounting costs, by work progress	16 514	23 016	41 286
Surplus on partial invoices over incomes, by work progress	48 322	10 691	9 875
Surplus on costs resulting from the accounting costs over expenses, by work progress	55 557	25 713	19 203
Total amounts presented in deferred expenditures	107 825	71 447	110 240
Revenue surplus over partial invoices, by work progress	64 836	33 707	51 161

Provisions and assets due to deferred income tax

Assets due to deferred income tax	30.09.2015	30.06.2015	31.12.2014	30.09.2014
- Valuation of long-term contracts	12 319	13 822	6 404	9 721
- Tax loss	0	0	1 088	3 835
- Costs of subsequent periods	2 436	2 008	13 211	1 334
- Provision for loss on contracts	0	70	51	0
- Other	6 037	4 808	5 059	4 178
Total assets due to deferred income tax	**20 792**	**20 708**	**25 813**	**19 068**

Provisions	30.09.2015	30.06.2015	31.12.2014	30.09.2014
- Valuation of long-term contracts	20 487	13 025	13 575	20 946
- Other	319	1 137	15 172	1 134
Total provisions due to deferred income tax	**20 806**	**14 162**	**28 747**	**22 080**

Impairment allowances for receivables

Change in write-downs on short-term receivables

	30.09.2015	31.12.2014	30.09.2014
As at the beginning of the period	**4 154**	**4 648**	**4 648**
a) Increase (due to)	5 666	1 651	2 000
- Creation	5 666	1 651	2 000
b) Decrease (due to)	121	2 145	2 162
- Impairment loss release	121	2 145	2 145
- Use of write-downs	0	0	17
Write-downs on short-term receivables at end of the period	**9 699**	**4 154**	**4 486**

Significant amount of impairment losses recognized and reversed due to the impairment

Write-downs on long-term financial assets	30.09.2015	31.12.2014
Opening balance sheet	**2 928**	**2 928**
Increases/Decreases	0	0
Closing balance sheet	**2 928**	**2 928**

2.2. Information on changes in economic outlook and business conditions, which have a significant impact on the fair value of Company's financial assets and financial liabilities

In relation to the financial year ended 31 December 2014 this type of significant changes did not occur.

Signature of person preparing the Financial Statements

Mariola Zielińska
/Chief Accountant/

Signatures of Board Members

Józef Zubelewicz
/Board Member/

Dariusz Grzeszczak
/Board Member/

Warsaw, 16 November 2014